

Directive 103

**INSURANCE AGENT'S LICENSES: APPOINTMENT TO
REPRESENT COMPANY**

October 18, 1991

It has come to my attention that certain insurance agents are acting outside of the scope of their authority by soliciting, negotiating and/or effecting contracts of insurance for insurers without written authorization as is required by LRS 22:1161.

Agents who act as brokers without first complying with all of the requirements of the Insurance Code are subject to being fined and/or having their license suspended or revoked. All insurers are hereby directed to cease transacting business with agents other than their duly authorized insurance agent or with a duly authorized insurance broker. You are further directed to notify all agents with whom you have been transacting business of this directive. You are also instructed to inform your appointed agents not to accept business from other agents acting as unauthorized brokers. Violators of this directive will be subject to administrative action possibly resulting in the revocation of their certificate of authority or license.

Darrell L. Cobb
COMMISSIONER OF INSURANCE

D-217